

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF BARREN COUNTY GAS)	
COMPANY, INC. FOR A CERTIFICATE)	
OF PUBLIC CONVENIENCE AND)	CASE NO. 92-259
NECESSITY AND ITS PROPOSED NATURAL)	
GAS TRANSPORTATION SERVICE TARIFF)	

O R D E R

On June 23, 1992, Barren County Gas Company, Inc. ("Barren Gas") filed with the Commission its application for a Certificate of Convenience and Necessity to construct a natural gas pipeline for transportation service to an industrial facility in Barren County, Kentucky.

On June 23, 1992, Barren Gas also submitted for approval a tariff amendment to establish a Transportation Service pursuant to special contract. Barren Gas filed a transportation contract with Scotty's Contracting and Stone Company ("Customer"), an asphalt plant in Barren County, Kentucky.

Barren Gas proposes to tap onto a Tennessee Gas Pipeline Company ("TGP") transmission pipeline and install a metering station, regulators, and related facilities in Barren County, Kentucky, at Flint Knob Road ("Receiving Station"). A four-inch polyethylene (PE 3408, SDR11) pipeline will run from the Receiving Station to Customer's delivery station approximately two miles away. The Customer's anticipated load is approximately 35,000 Mcf per year, and the anticipated peak is 85 Mcf per hour.

The maximum operating pressure of the polyethylene line is 100 pounds per square inch ("psi"), and its test pressure is 150 psi. The gas will be heated by an adequately designed heater before throttling at the Receiving Station to prevent freezing. Barren Gas will install adequate safety relief valves(s) to protect the pipeline and facility in case of failure of the pressure regulators.

Barren Gas estimates the project cost to be \$152,000 and the construction schedule to be 120 days.

Barren Gas has entered into a gas transportation agreement with Customer for a transportation fee of \$1.00 per Mcf.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

1. Barren Gas should be granted a Certificate of Convenience and Necessity to construct the transporting pipeline and related facilities to provide transporting service to Customer from TGP.

2. The proposed tariff amendment establishing Transportation Service by contract should be approved, and the contract with Customer should be accepted as filed.

IT IS THEREFORE ORDERED that:

1. Barren Gas is hereby granted a Certificate of Convenience and Necessity to construct a gas transporting pipeline and related facilities pursuant to 807 KAR 5:001, Section 9(2).

2. Barren Gas shall file with the Commission the final design of the facilities, the signed construction contract and the

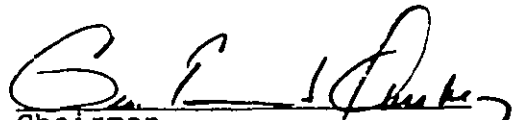
time schedule for construction at least 7 days prior to the commencement of the construction work.

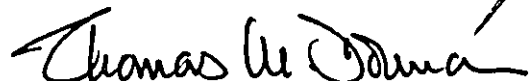
3. Barren Gas shall file with the Commission the actual cost of the project and as-built drawings of the system no later than 3 months from the date of completion of the facilities.

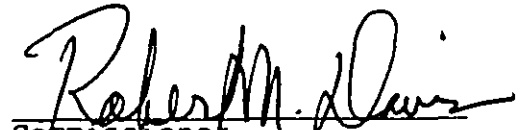
4. Within 20 days of the date of this Order, Barren Gas shall file its Transportation Service tariff as originally filed on June 23, 1992, and approved herein, along with its special contract with Customer.

Done at Frankfort, Kentucky, this 21st day of September, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director